P.O. Box 15830, Sacramento, CA 95852-1830; 1-888-742-SMUD (7683)

July 14, 2009

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Housing and Community Development

Attention: Director P.O. Box 952050 Sacramento, CA 94252-2050

NOTICE - Sale of Surplus Real Estate

Greetings:

Sacramento Municipal Utility District is proceeding with the sale of real estate located on E Natoma Street in the City of Folsom, Sacramento County. Known as APN 071-1210-053 further described on the attached Exhibits "A" and "B".

Sacramento Municipal Utility District acquired this property in 2003 for use as a substation site. The property now sits vacant and Sacramento Municipal Utility District has no need to retain this property for future use.

Pursuant to Government Code §54222, we are hereby providing notice to you of our intentions to market and sell the property and we are offering you the opportunity to declare your interest in purchasing.

In order to preserve your entitlement as a government agency to purchase this property directly from us, we need to receive your written declaration of interest within 60 days from your receipt of this letter. Successful negotiations as to price and terms would need to be concluded within 60 days thereafter. All declarations should be sent to:

Universal Field Services, Inc. Attn: Jamie Formico 1600 Sacramento Inn Way, Suite 216 Sacramento, CA 95815

Sincerely,

Jamie Formico Right of Way Agent Phone: 916-616-3835

Fax: 916-564-9985

E-mail: jformico@ufsrw.com



